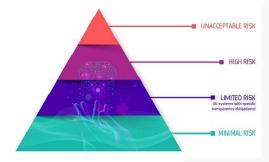


Avisi Managed Environment 'Comprehensive Approach' for Al

Applicable:

- 1. Developers and providers of AI systems
- 2. Users of AI systems
- 3. Public sector entities
- 4. *Entities in the European Union*: Companies and organizations operating within the EU, regardless of where they are based
- 5. Entities outside the European Union: The AI Act also has extraterritorial effects. This means that companies and organizations based outside the EU but offer AI systems or services within the EU market, or whose AI systems impact individuals within the EU, will need to comply with the AI Act.

There are four levels of risk defined, here you can find all the definitions of each category (https://digital-strategy.ec.europa.eu/en/policies/regulatory-framework-ai)



When: On 8 December 2023, the European institutions reached provisional political agreement on the world's first comprehensive law on artificial intelligence. When will it go into force: It is expected that this will happen in early 2024.

Introduction

The primary goal of the AI Act is to ensure that AI systems are developed and used in a way that is safe, transparent, and respects the fundamental rights of individuals.

The AI Act is a comprehensive regulatory framework proposed by the European Union (EU) aimed at governing the development, deployment, and use of artificial intelligence (AI) systems within its member states. It represents one of the world's first major legislative efforts to specifically address the challenges and opportunities presented by AI technologies.

AI Compliance and Beyond

The impact of the European Union's AI Act on network systems primarily revolves around how these systems use or integrate artificial intelligence technologies. Network systems, including internet services and cloud computing infrastructures, often employ AI for various purposes such as optimizing traffic flow, predictive maintenance, security threat detection, and personalized services.

The Avisi Management Environment (AME) can be robust basis for supporting the AI Act. Here are some potential impacts of the AI Act on network systems:

1. Enhanced Security and Reliability Requirements

- <u>Al in Cybersecurity</u>: For network systems using Al for cybersecurity purposes, the Al Act
 may necessitate adherence to stringent standards regarding the robustness and
 accuracy of Al systems. This could lead to improvements in the security and reliability of
 network systems but might also require significant adjustments in how Al models are
 developed and deployed. Working together and integrating with solution vendors in this
 area is key for our success and your security.
- <u>Risk Management</u>: High-risk AI applications in network management and operations will need comprehensive risk assessment and mitigation strategies, ensuring they are resilient against attacks and failures. By using advanced solutions (fe. Dynatrace) you can predict the risk (on several levels) when deploying new AI applications

2. Increased Transparency and Documentation

Network operators might need to provide detailed documentation and transparency reports on the AI systems used within their networks, especially if these are classified as high-risk under the AI Act. This includes explaining the decision-making processes, data usage, and the measures in place to ensure privacy and data protection. Our (Advanced) observability capabilities can provide the necessary and mandatory information.

3. Data Governance and Privacy

The AI Act emphasizes data governance and the protection of personal data, aligning with the General Data Protection Regulation (GDPR). Network systems utilizing AI to process personal data will need to ensure that their AI models comply with these regulations, potentially requiring changes to data processing and storage practices. In addition our platform is cloud agnostic (and on premises), you can choose where and how your data is stored.

4. Innovation and Development

While aiming to ensure safety and compliance, the AI Act also encourages innovation. Network systems might benefit from clearer regulatory guidance, fostering the development of new AI-driven solutions for network optimization, service personalization, and efficiency improvements. However, the need to comply with the Act could also pose challenges for rapid innovation and deployment of AI technologies. Enabling your development team with a platform that automatically can deploy a secure environment "with no hassle" is (becoming) key.

5. Compliance Costs

Implementing the necessary changes to comply with the AI Act could result in significant costs, especially for network operators using or planning to use AI extensively. These costs include system updates, compliance checks, risk assessments, and ongoing monitoring to ensure adherence to the Act's requirements. Monitoring costs is one of the key features (across infrastructure) of AME.

6. Cross-Border Data Flows and International Cooperation

Given the global nature of network systems and the data they handle, the AI Act's requirements could also affect international operations and data flows. Companies outside the EU offering AI-enabled network services within the EU will need to comply with the Act, possibly necessitating adjustments in how services are provided across borders. Our platform is cloud agnostic (and on premises), you can choose where and how your data is stored based on your Policy Management.

In summary, while the AI Act aims to promote the safe and ethical use of AI, its impact on network systems will depend on how these systems incorporate AI technologies. Compliance with the Act will likely encourage safer and more transparent AI applications but may also introduce challenges related to compliance costs and innovation pace. Automating and monitoring applications and infrastructure is inevitable and AME is a robust platform to fully support this.

Proactive Security Measures

The Avisi Management Environment, designed for managing network systems, applications, and IT environments, could offer several proactive measures to enhance operations, security, and efficiency. AME focusses on providing solutions, tools and features that facilitate better control, visibility, and automation. Here's how AME could help with proactive measures:

1. Predictive Analytics and Machine Learning

Utilizing data analytics and machine learning algorithms to predict potential issues before they impact network performance or security. This includes predicting hardware failures, detecting unusual network traffic that could indicate a cybersecurity threat, and forecasting resource shortages.

2. Automated Health Monitoring

Continuously monitoring the health and performance of network components, applications, and services. By setting thresholds for performance metrics, the environment can automatically alert administrators to potential problems or even take predefined actions to mitigate issues.

3. Configuration Management and Compliance

Ensuring that network devices and systems are configured according to best practices and compliance requirements. This can include automated checks and adjustments to configurations to maintain security postures and operational efficiency.

4. Security Threat Detection and Response

Implementing advanced security features to detect and respond to threats proactively. This might include integrating with security information and event management (SIEM) systems, utilizing intrusion detection systems (IDS), and automating response actions to mitigate threats. Making sure that your environment is always up to date with the latest software.

5. Resource Optimization and Capacity Planning

Analyzing usage patterns and resource consumption to optimize the allocation of resources and plan for future capacity needs. This can help in ensuring that the network and its applications run efficiently and can scale according to demand.

6. Change Management

Facilitating controlled (tested) and automated deployment of changes to network configurations or software updates, minimizing the risk of introducing errors or vulnerabilities and ensuring that changes can be rolled back if issues arise.

7. Documentation and Reporting

Generating detailed reports and documentation on network operations, performance metrics, security incidents, and compliance status. This aids in identifying trends, proving compliance with regulations, and informing decision-making processes.

8. Integration with Other Systems

Providing integrations with other management and operational tools, such as ticketing systems, customer relationship management (CRM) software, and external monitoring services, to streamline workflows and improve response times.

By leveraging a comprehensive management environment like Avisi Management Environment, organizations can take a more proactive approach to managing their IT and network infrastructures, improving performance, enhancing security, and reducing the risk of downtime. The key is to ensure that the environment is configured to actively monitor, analyze, and respond to the myriad of operational challenges faced by modern networked systems.

Reactive Security Measures

Reactive security measures are strategies and actions taken in response to a security incident after it has occurred. Unlike proactive measures that aim to prevent incidents, reactive measures are focused on dealing with the consequences of an incident and mitigating its impact. Here are key components of reactive security measures:

1. Incident Detection and Alerts

Immediate detection of incidents through continuous monitoring of network and system performance metrics. Once an issue is identified, AME automatically alerts the relevant personnel or teams via email, SMS, or integrated messaging systems, ensuring rapid awareness.

2. Automated Diagnostics and Troubleshooting

Upon detecting an issue, AME automatically initiates diagnostic procedures to identify the root cause of the problem. This might include checking system logs, running diagnostic commands, or isolating network segments to pinpoint the issue, thereby speeding up the troubleshooting process.

3. Incident Response and Remediation

For certain types of incidents, AME could be configured to execute predefined remediation actions automatically, such as restarting services, applying patches, or changing configurations to mitigate the issue. This immediate response can minimize downtime and impact on users.

4. Integration with Ticketing Systems

AME can be integrated with existing ticketing and IT service management (ITSM) platforms to automatically create and assign tickets for incidents that require human intervention. This ensures that issues are tracked, managed, and resolved according to established workflows and service level agreements (SLAs).

5. Post-Incident Analysis and Reporting

After an incident is resolved, AME can facilitate a post-mortem analysis by providing detailed logs, metrics, and timelines of events leading up to, during, and after the incident. This information is crucial for understanding what happened, why it happened, and how similar incidents can be prevented or mitigated in the future.

6. Backup and Recovery

In case of data loss or corruption, AME manages and/or integrates with backup solutions to ensure data is regularly backed up and can be quickly restored. This is a critical reactive measure for minimizing the impact of data-related incidents.

7. User Communication

During an incident, keeping users informed is vital. AME facilitates the dissemination of information to users through various channels, informing them of the issue, expected resolution time, and any temporary workarounds, thereby managing user expectations and reducing frustration.

8. Adaptive Learning

Leveraging data from past incidents to improve future responses. AME could analyze trends in incidents and responses to adjust monitoring thresholds, update remediation actions, and refine alerting mechanisms, making the system more intelligent and responsive over time.

Reactive security measures are essential for limiting the damage of security incidents and restoring normal operations. However, relying solely on reactive measures is not advisable, as it can lead to significant damage and loss before the response is initiated. A balanced approach that includes both proactive and reactive strategies is typically most effective in maintaining robust security.

For specific details about how the Avisi Management Platform aligns with the AI Act requirements, it would be best to consult the platform's documentation or contact us directly. We can offer detailed insights into the platform's features and how they can be leveraged to support AI Act compliance.